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DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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December 18, 2001

CERTIFIED RETURN RECEIPT
7099 3400 0016 8896 4325

Tony J. Rudman, Esq.
Magnesium Corporation of America
238 North 2200 West
Salt Lake City, Utah 84116-2921

Re: Request for Overdue Information, Magnesium Corporation of America (MagCorp),
Rowley Facilities (Stansbury Basin Facilities), M/045/008, Tooele County, Utah

Dear Mr. Rudman:

The Division first initiated a request for basic information regarding the status of the Rowley/Stansbury Basin facilities by letter dated May 19, 2000. An August 10, 2000, MagCorp response failed to address this request. A subsequent Division request for detailed information regarding this project was sent on October 5, 2000. MagCorp provided an incomplete response on March 9, 2001. The Division received the balance of the March 9th submission "Attachment D", the basic flow scheme of the Stansbury Basin Pond system, on April 20, 2001, in response to our April 9, 2001, notification.

On April 26, 2001, the Division requested current detailed information to update the existing large mining permit for the Rowley/Stansbury Basin Project. On May 3, 2001, MagCorp provided a large scale drawing #AB-904-2 of the Stansbury Basin Ponding Operations. In a September 10, 2001 letter (copy attached), the Division asked MagCorp for supplemental detailed information regarding the ponding operations and the Oolitic sands mining operations. We asked for a written response within 60 days of MagCorp's receipt of the letter. We also asked for an opportunity to inspect the status of the operations with MagCorp representatives by the end of October 2001. To date, we have not received a response to our September 10th letter. This response is now overdue.

Please provide the requested information immediately upon your receipt of this letter. We also plan to perform an onsite inspection before the end of December. Once we receive the requested information, we will continue our assessment of the current mining conditions

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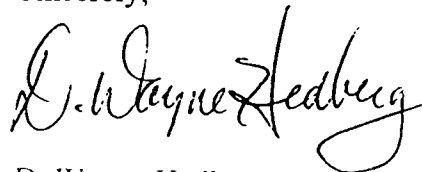
Tony J. Rudman, Esq.

M/045/008

December 18, 2001

conducted under the Rowley/Stansbury Basin large mine permit and the adequacy of the existing reclamation bond. If you have any questions regarding this information request, please contact me at 538-5286, or Doug Jensen at (801) 538-5382. Thank you for your cooperation and assistance in addressing this outstanding request for information.

Sincerely,



D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jlb

Attachment September 10th letter

cc

Lee Brown, MagCorp

John Maycock, AAG

Mary Ann Wright, OGM

Doug Jensen, OGM

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